

Senate Bill No. 558

CHAPTER 209

An act relating to public utilities.

[Approved by Governor September 11, 2007. Filed with
Secretary of State September 11, 2007.]

LEGISLATIVE COUNSEL'S DIGEST

SB 558, Cogdill. Public utilities: lease, sale, or transfer of public utilities.

Existing law sets forth the procedures by which a municipal corporation, as defined, may lease, sell, or transfer a public utility owned and operated by it. The Cortese-Knox-Hertzberg Local Government Reorganization Act prescribes requirements for the orderly transition of a reorganization in governmental facilities and finances.

This bill would make these procedures inapplicable to the lease, sale, or transfer of public utilities by a municipal corporation to another local agency pursuant to the act.

The people of the State of California do enact as follows:

SECTION 1. Article 2 (commencing with Section 10051) of Chapter 1 of Division 5 of the Public Utilities Code shall not apply to the lease, sale, or transfer of public utilities by a municipal corporation to another local agency pursuant to the Cortese-Knox-Hertzberg Local Government Reorganization Act (Division 3 (commencing with Section 56000) of Part 3 of Division 2 of Title 5 of the Government Code).

O